

Investment Opportunities in Life Science / IT in the Czech Republic

Czech Republic: Basic Data 2011



Population	10.5 million
Labour force	5.3 million
Unemployment	8.6 %
GDP p.c. (PPS EU-27)	EUR 19,700
GDP growth	1.7 %
GDP growth (2012*)	-0.5 %
Annual inflation	1.9 %
Average monthly wage (nominal)	€ 994 \$ 1,381
Export destinations	Germany (32.2%) Slovak Rep. (9.0%) Poland (6.3%)

***forecast**

Source: Czech Statistical Office 2012, Czech Ministry of Finance, July 2012



Priority Sectors (Investment Opportunities)

- Aerospace
- Automotive
- Business Support Services
- Electrical Engineering and Electronics
- Energy & Cleantech
- Hi-tech Engineering
- **ICT**
- **Life Sciences**
- Materials and Nanotechnologies
- R&D



Source: CzechInvest, 2013

Types of Incentives

Following items summed up cannot exceed the ceiling of state aid

- Tax incentive
- Job creation grants
- Discounted price of land
- Cash grant on capital investment
(in case of strategic investment)

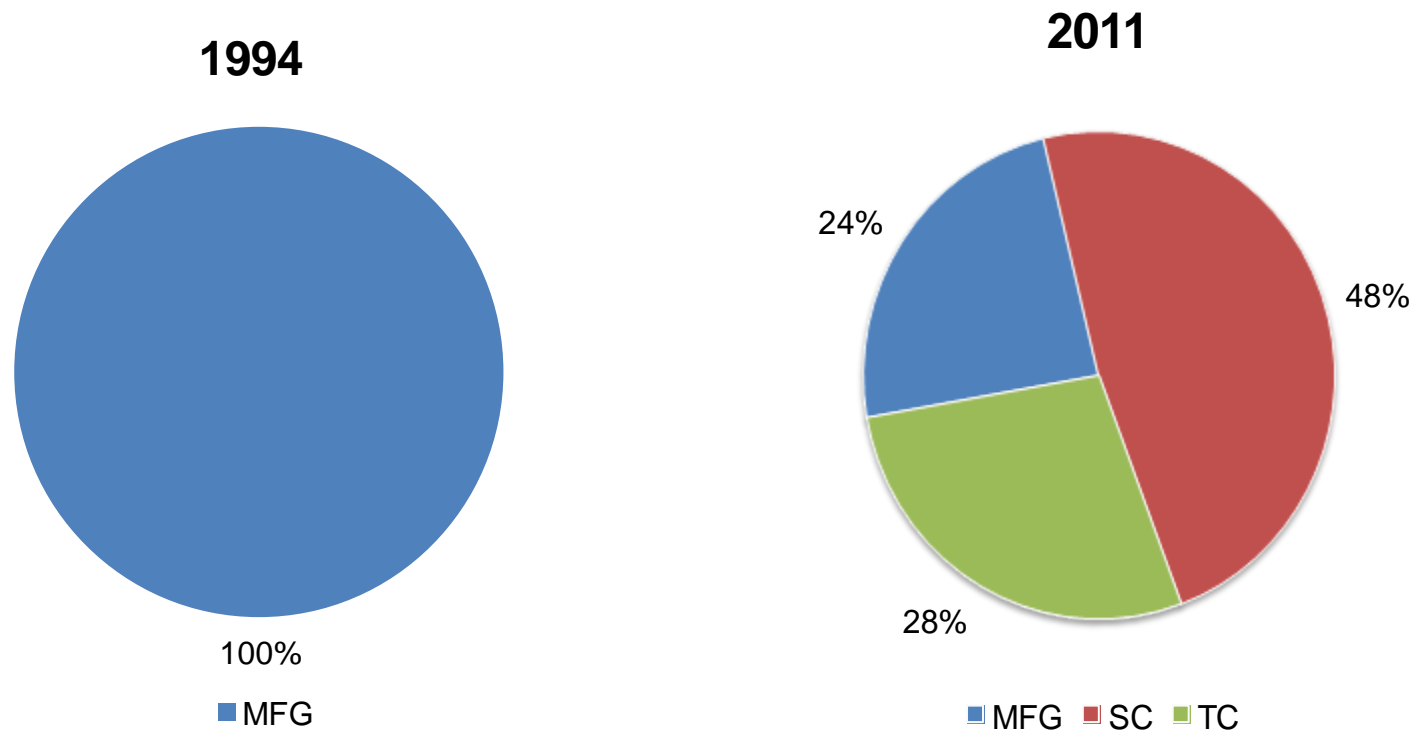
EU STRUCTURAL FUNDS

Granted above the ceiling of state aid

- Training and retraining grants

Source: Act on Investment Incentives No. 72/2000 Coll.

More Projects with Added-Value



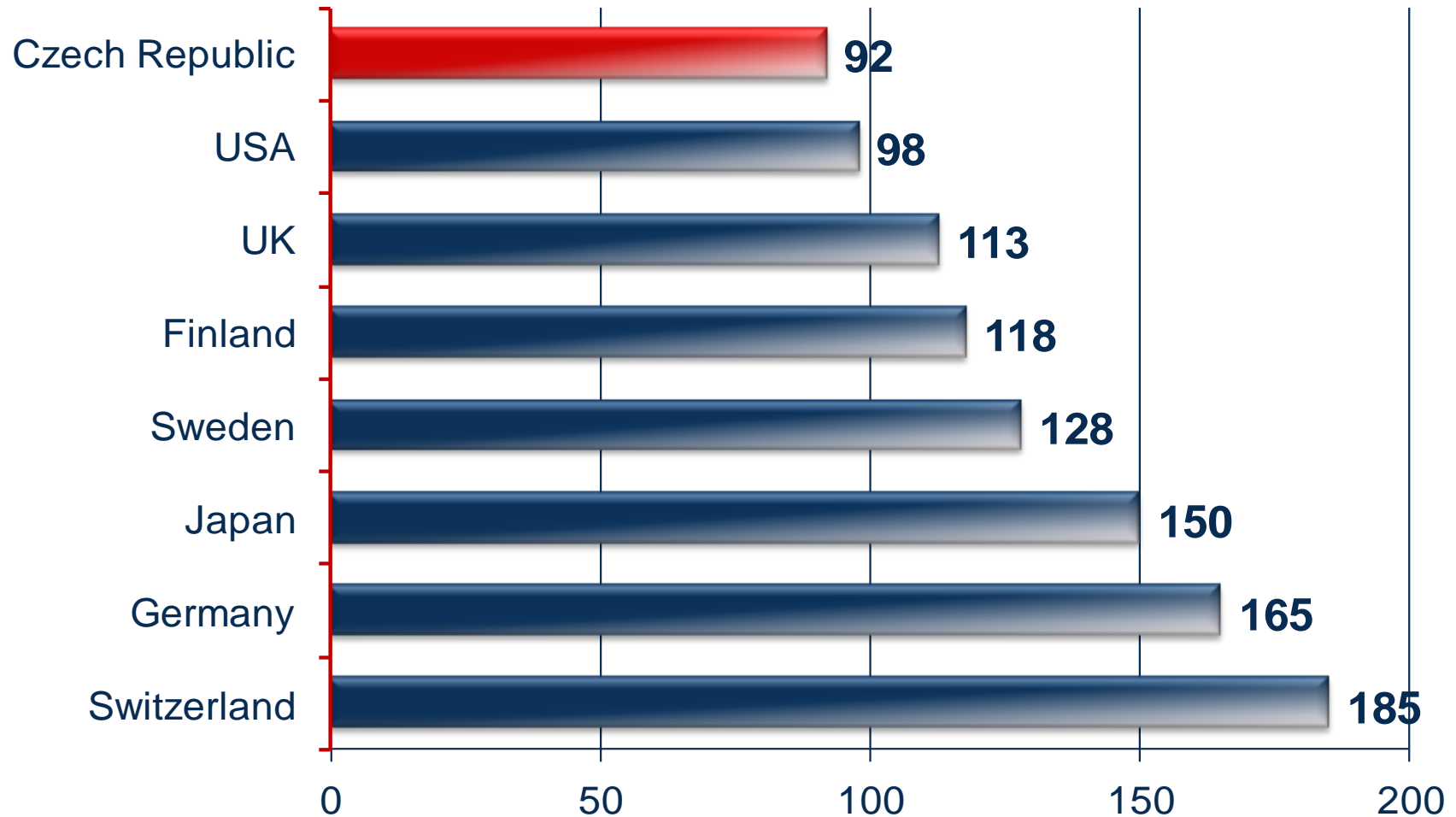
Note: MFG - Manufacturing Industry, SC – Service Centers, TC - Technology Centers

Source: CzechInvest, 2012



Operational Cost Index

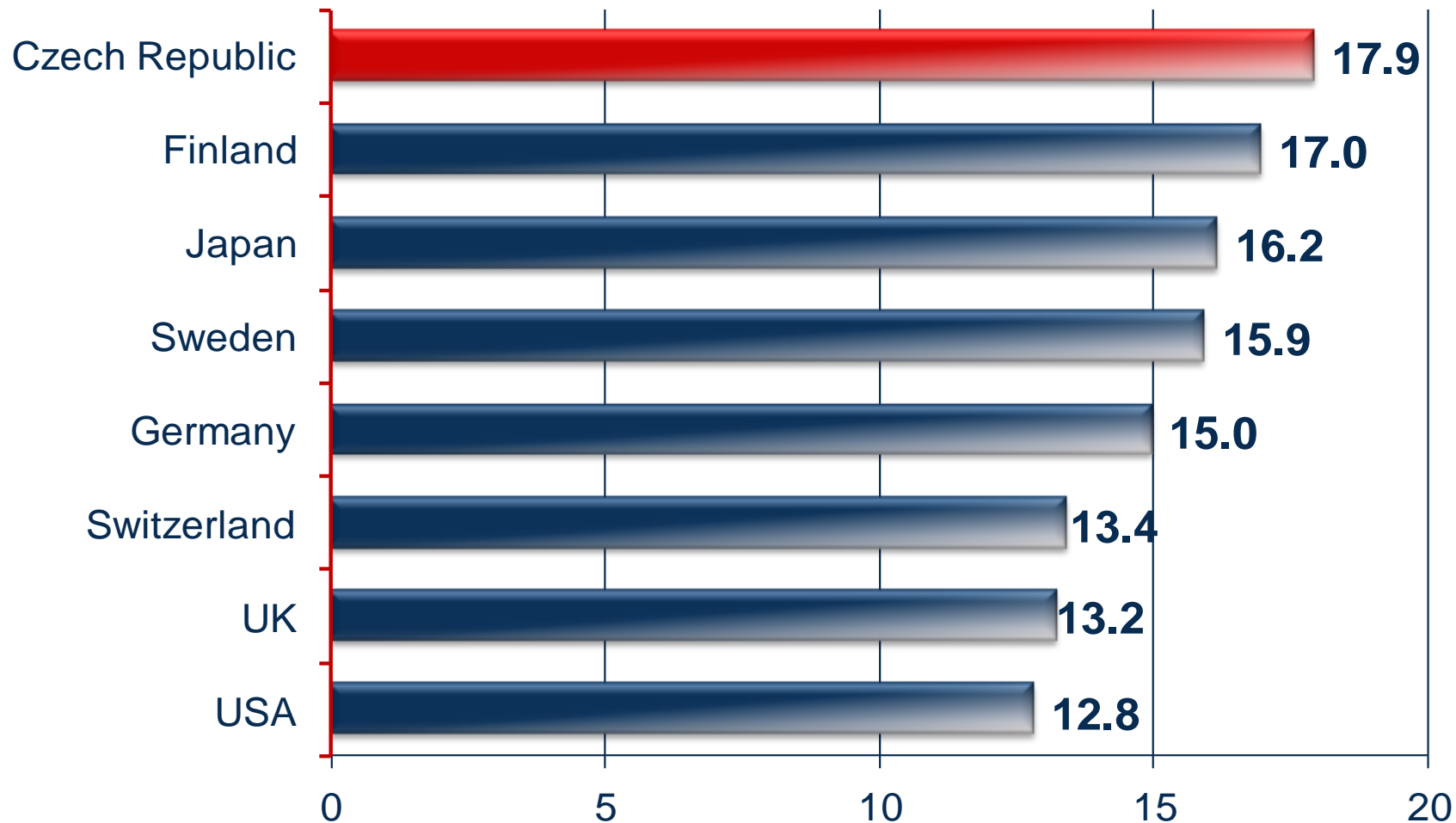
The overall operational cost is the lowest



Source: Financial Times FDI benchmark, 2013

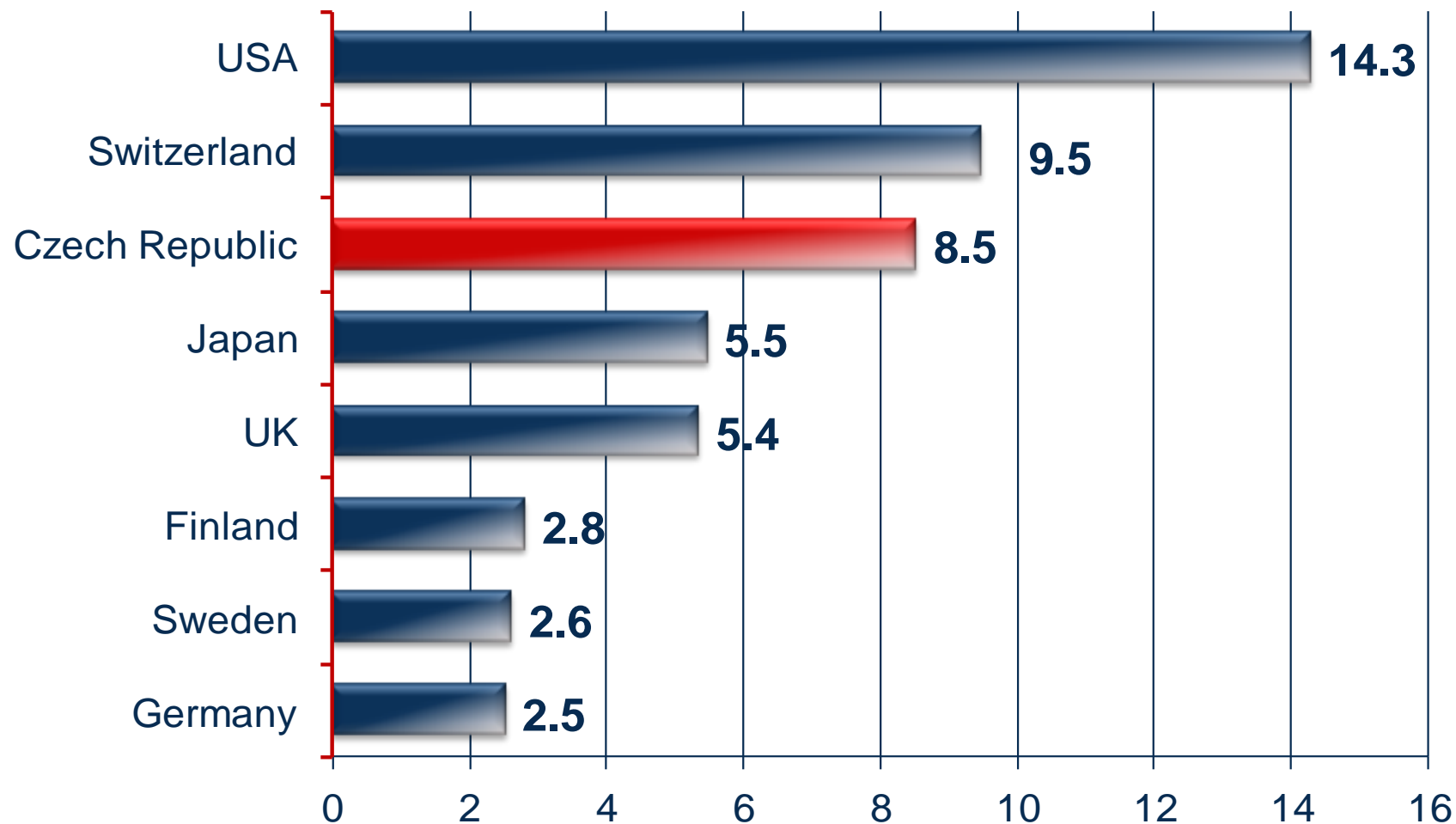
Experienced Industry Specific Staff

...and has the highest score of experienced industry specific staff



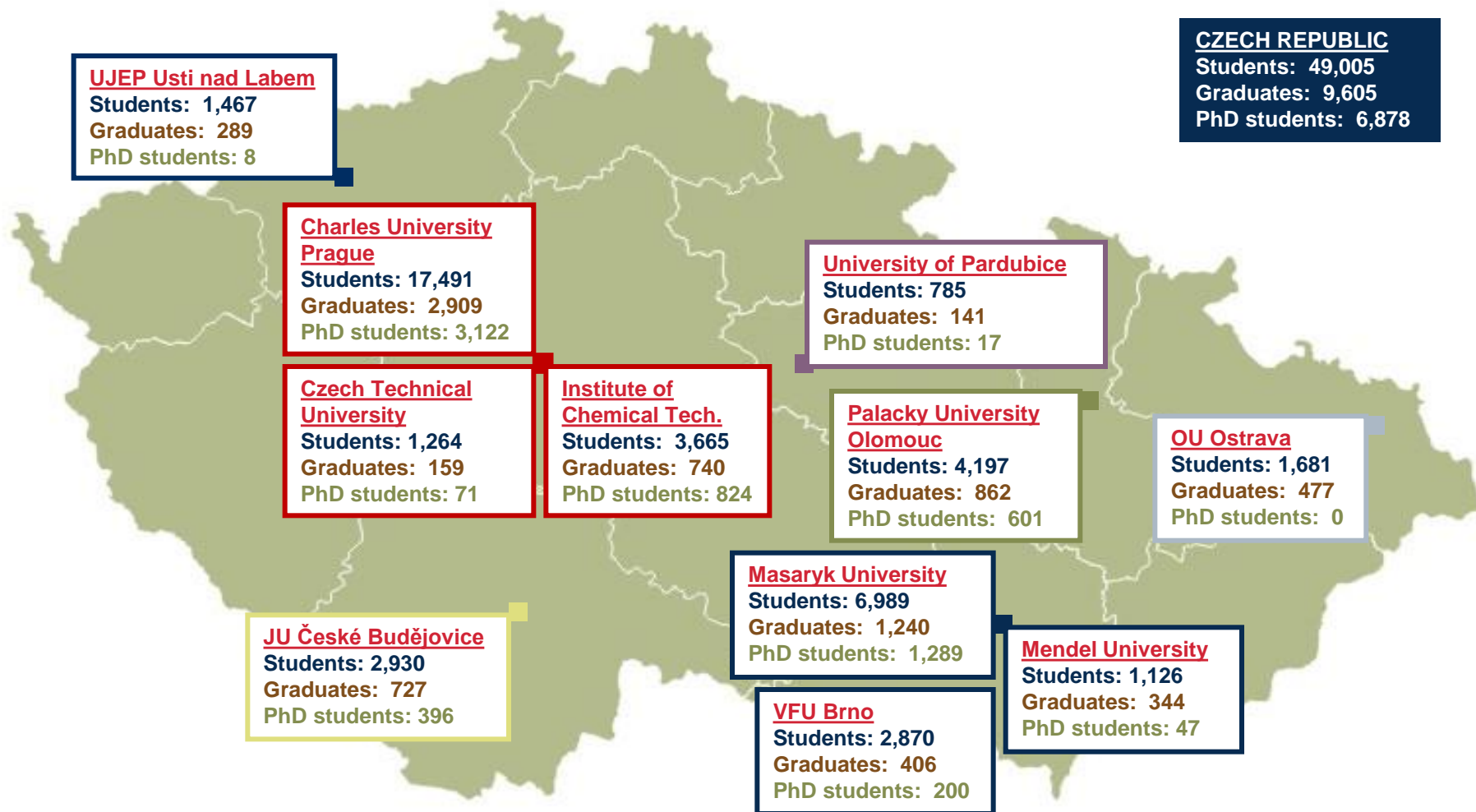
Source: Financial Times FDI benchmark, 2013

Flexibility of Labour Regulations



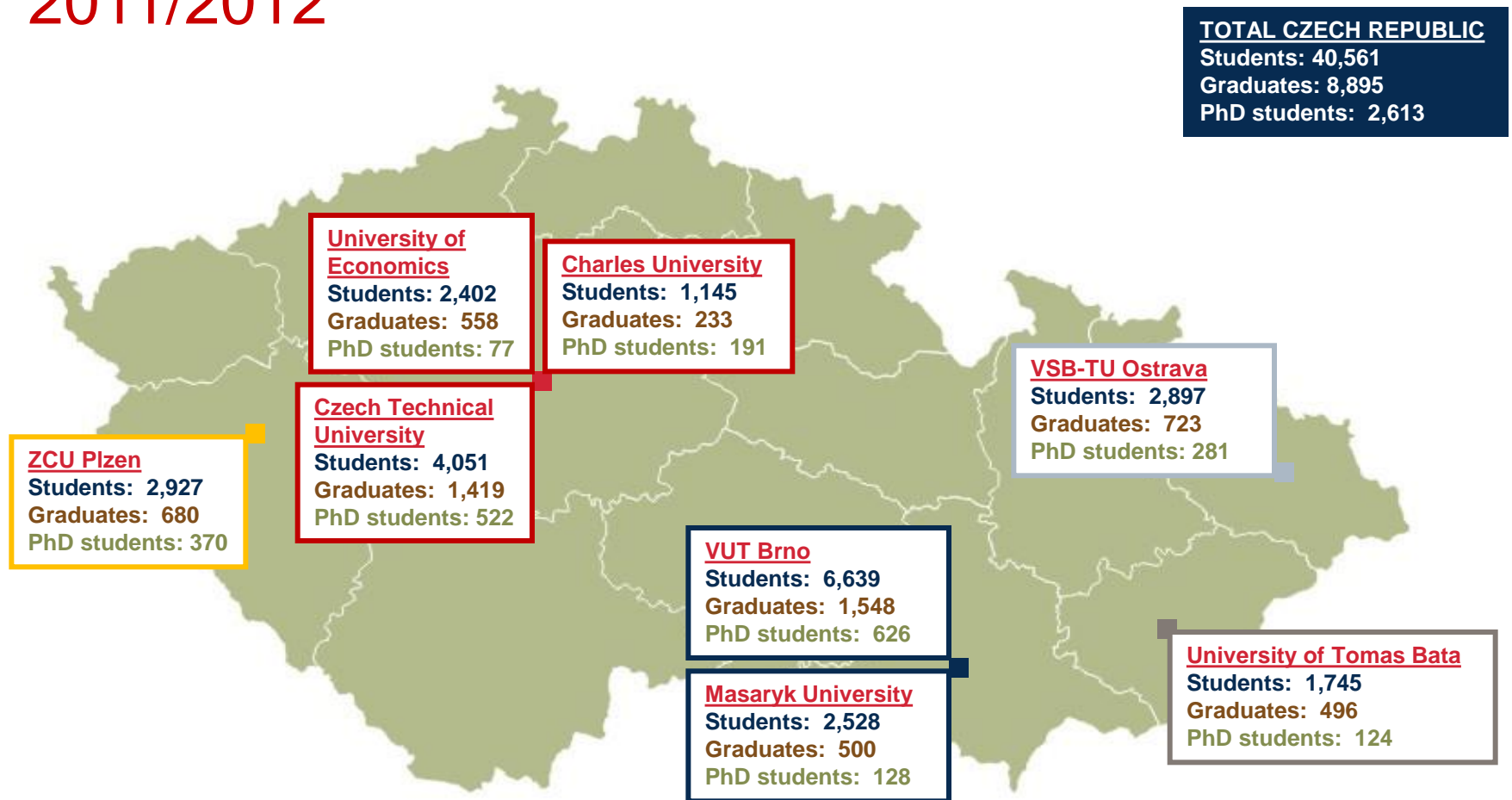
Source: Financial Times FDI benchmark, 2013

Main Life Sciences Universities 2011/2012



Source: Ministry of Education, Youth and Sport, 2012

Main ICT Universities 2011/2012



Source: Ministry of Education, Youth and Sport, 2012

Note: according to the selected educational fields selected by CzechInvest

Major IT Projects in the Czech Republic



Source: CzechInvest, 2012

The latest IT Czech success stories in the U.S. – Silicon Valley

GoodData - 07/25/2012 Raised \$25 million in Series C. The company has raised \$53.5 million in total to date.



M.dot - 02/11/2013 Acquired by GoDaddy



Cognitive Security – 02/25/2013 Acquired by Cisco.



Bio Science Tradition

1837 - Jan Evangelista Purkyne formulates the cell theory

1866 - Johan Gregor Mendel discovers the principal laws of heredity

1907 - Jan Jansky discovers the fourth blood types

1959 - Jaroslav Heyrovsky wins Nobel Prize for polarography

1961 - Otto Wichterle produces the first soft gel contact lenses

2002 - FDA approves the anti-AIDS and hepatitis B drugs developed by Antonin Holy

2006 - Czech scientists exploit nanoelements to treat cancer patients

Companies Map - Pharma & Biotech



Source: CzechInvest, 2012

Thank you for your attention.

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